

# State of South Dakota

SEVENTY-SECOND SESSION  
LEGISLATIVE ASSEMBLY, 1997

400A0616

## HOUSE BILL NO. 1191

Introduced by: Representatives Brown (Richard), Barker, Fiegen, Roe, and Schaunaman and  
Senators Everist, Halverson, and Olson

1 FOR AN ACT ENTITLED, An Act to repeal the entrepreneurial loan program.

2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

3 Section 1. That § 1-16G-19 be repealed.

4 ~~— 1-16G-19. The board may exempt from the one-to-one matching requirement of § 1-16G-5~~  
5 ~~loans from the revolving economic development and initiative fund made to individuals who have~~  
6 ~~graduated from any postsecondary institution or high school in South Dakota, either public or~~  
7 ~~private. Any such loan may not exceed fifty thousand dollars. Applications for such loans shall~~  
8 ~~be submitted to the board within three years of the applicant's date of graduation from a~~  
9 ~~postsecondary institution or within seven years of the applicant's date of graduation from high~~  
10 ~~school. Such loans shall comply with all other requirements of § 1-16G-5, including the~~  
11 ~~requirement that the borrower provide at least ten percent cash equity in the project. Loan~~  
12 ~~applicants shall be sponsored by a bank, small business development center or economic~~  
13 ~~development corporation. Such sponsoring entity shall submit an analysis of the business plan~~  
14 ~~and a loan servicing plan acceptable to the board.~~